B.A. (Honours) Examination, 2019

Semester–II

Economics

Course– S-1.2.4.P.2 (Subsidiary)

(For Back Candidates)

Time: Three Hours **Full Marks: 40**

Questions are of value as indicated in the margin.

Answer ***any four*** questions.

1. What are the various features of perfectly competitive market? When does the firm under perfect competition decide to shut down in the short run? 5+5=10
2. Explain the conditions of long run equilibrium of a firm operating under conditions of perfect competition. 10
3. What is monopolistic competition? Explain the various features of monopolistic competitive market. 5+5=10
4. Discuss the short run equilibrium condition of a monopoly firm. 10
5. Distinguish between Value of Marginal Product (VMP) and Marginal Revenue Product (MRP) of an input. How are they related to each other when there is a perfect competition in the product market? 5+5=10
6. Write a note on the Ricardian theory of rent. 10
7. Why is the supply curve of a labour backward bending? Explain with a figure. 10
8. Write short notes on ***any two***: 2×5=10

   (i) Difference between economic rent and quasi rent

   (ii) Relationship between average revenue, marginal revenue and total revenue

   (iii) Price discrimination

   (iv) Oligopoly market